

DEPARTMENT OF LIVESTOCK



MARC RACICOT, GOVERNOR

301 N ROBERTS ST - RM 236  
PO BOX 202001  
HELENA, MONTANA 59620-2001

STATE OF MONTANA

(406) 444-2875 MILK CONTROL BUREAU

(406) 444-1132 FAX

**BEFORE THE BOARD OF MILK CONTROL  
OF THE STATE OF MONTANA  
ANNOUNCEMENT OF CLASS I, II & III PRODUCER PRICES**

**PUBLISHED:** March 5, 1997  
**EFFECTIVE:** April 1, 1997  
12:01 a.m.

**PRODUCER CLASS I PRICE IN MONTANA**

REF: ARM 32.24.301(3)

**EFFECTIVE APRIL 1, 1997:**

The minimum price to pay milk producers, under ARM 32.24.301, is \$15.01 per hundred pounds of milk testing 3.5% butterfat, f.o.b. the milk distributor's plant.

When milk does not test 3.5% butterfat, compute the applicable price by applying a differential of twelve and one-half cents for each one-tenth of one percent butterfat above or below the midpoint of each producer payment. The value of one pound of butterfat utilized will be one dollar and twenty-five cents (\$1.25).

**PRODUCER CLASS II PRICE IN MONTANA**

REF: ARM 32.24.301(4)

**CLASS II PRICE FOR MILK TESTING 3.5%**

**\$12.81 /CWT**

Average spray process dry milk solids  
price per pound = \$1.16750  
Multiplied by 8.2 x 8.2

PLUS + \$9.57350

Average Grade 'A' 92 score butter  
price per pound = \$1.05500  
Multiplied by 4.2 x 4.2

\$4.43100

LESS 8.5% ( \$14.00450 X .085)

+ \$4.43100

\$14.00450

- \$1.19038

**\$12.81412**

Rounded to the nearest whole cent = \$12.81 /hundredweight.

STATE DOCUMENTS COLLECTION

MONTANA STATE LIBRARY  
1515 N. BOULEVARD  
HELENA, MONTANA 59601

PLEASE RETURN

EFF: APR 1, 1997

**CLASS II BUTTERFAT PRICE PER POUND****\$1.15 /LB**

Butterfat differential	(	\$1.05500	X .111 )	=	\$0.11711
Rounded to the nearest half cent				=	\$0.115

**CLASS II VALUE OF ONE POUND OF SKIM****0.091036269 /LB**

Butterfat value per pound	=	\$1.15
for milk at 3.5% test:		

Hundredweight price of milk testing 3.5%	=	\$12.81
LESS 3.5 pounds of butterfat at	\$1.15 per pound	\$4.025

Value of 96.5 pounds of skim	=	\$8.785
------------------------------	---	---------

Value of one pound of skim	8.785 / 96.5 pounds)	=	\$0.09104 /LB
----------------------------	----------------------	---	---------------

**PRODUCER CLASS III PRICE IN MONTANA**

REF: ARM 32.24.301(5)

**CLASS III BUTTERFAT PRICE PER POUND****\$0.95 /LB**

Avg. Grade 'A' 92 score butter price/LB	\$1.05500
LESS 10%	\$0.10550
	\$0.94950

Rounded to the nearest whole cent	=	\$0.95 per pound.
-----------------------------------	---	-------------------

**CLASS III PRICE PER CWT FOR SKIM MILK UTILIZED****7.946 /CWT**

Avg. spray process dry milk solid price/LB	\$1.16750
Multiplied by 8.2	8.2

	\$9.57350
LESS 17%	\$1.62750

	\$7.94600
--	-----------

Rounded to the nearest whole cent	=	\$7.95 per hundredweight.
-----------------------------------	---	---------------------------

**CLASS III PRICE PER CWT FOR MILK TESTING 3.5%****\$10.99 /CWT**

3.5 pounds of butterfat	x	\$0.95 per pound =	\$3.325
96.5 pounds of skim		\$0.07946 per pound =	\$7.668

**\$10.993 /CWT****BY ORDER OF THE MONTANA MILK CONTROL BUREAU**

Compiled by: Marilyn M. Koontz  
 Marilyn M. Koontz, Program Specialist  
 Montana Milk Control Bureau

**BREAKDOWN BY TEST FOR CLASS I, II & III SKIM PRICES**

CLASS I SKIM PRICE BASED ON \$15.01 FOR 3.5% MILK 96.5 LBS = \$10.635		CLASS II SKIM PRICE BASED ON \$12.81 FOR 3.5% MILK 96.5 LBS = \$8.785		CLASS III SKIM PRICE BASED ON \$10.99 FOR 3.5% MILK 96.5 LBS = \$7.668	
TEST	PRICE/LB	TEST	PRICE/LB	TEST	PRICE/LB
2.50	\$0.10908	2.50	\$0.09010	2.50	\$0.07865
2.55	\$0.10913	2.55	\$0.09015	2.55	\$0.07869
2.60	\$0.10919	2.60	\$0.09020	2.60	\$0.07873
2.65	\$0.10924	2.65	\$0.09024	2.65	\$0.07877
2.70	\$0.10930	2.70	\$0.09029	2.70	\$0.07881
2.75	\$0.10936	2.75	\$0.09033	2.75	\$0.07885
2.80	\$0.10941	2.80	\$0.09038	2.80	\$0.07889
2.85	\$0.10947	2.85	\$0.09043	2.85	\$0.07893
2.90	\$0.10953	2.90	\$0.09047	2.90	\$0.07897
2.95	\$0.10958	2.95	\$0.09052	2.95	\$0.07901
3.00	\$0.10964	3.00	\$0.09057	3.00	\$0.07905
3.05	\$0.10970	3.05	\$0.09061	3.05	\$0.07909
3.10	\$0.10975	3.10	\$0.09066	3.10	\$0.07913
3.15	\$0.10981	3.15	\$0.09071	3.15	\$0.07917
3.20	\$0.10987	3.20	\$0.09075	3.20	\$0.07921
3.25	\$0.10992	3.25	\$0.09080	3.25	\$0.07925
3.30	\$0.10998	3.30	\$0.09085	3.30	\$0.07930
3.35	\$0.11004	3.35	\$0.09089	3.35	\$0.07934
3.40	\$0.11009	3.40	\$0.09094	3.40	\$0.07938
3.45	\$0.11015	3.45	\$0.09099	3.45	\$0.07942
3.50	\$0.11021	3.50	\$0.09104	3.50	\$0.07946
3.55	\$0.11026	3.55	\$0.09108	3.55	\$0.07950
3.60	\$0.11032	3.60	\$0.09113	3.60	\$0.07954
3.65	\$0.11038	3.65	\$0.09118	3.65	\$0.07958
3.70	\$0.11044	3.70	\$0.09123	3.70	\$0.07963
3.75	\$0.11049	3.75	\$0.09127	3.75	\$0.07967
3.80	\$0.11055	3.80	\$0.09132	3.80	\$0.07971
3.85	\$0.11061	3.85	\$0.09137	3.85	\$0.07975
3.90	\$0.11067	3.90	\$0.09142	3.90	\$0.07979
3.95	\$0.11072	3.95	\$0.09146	3.95	\$0.07983
4.00	\$0.11078	4.00	\$0.09151	4.00	\$0.07987
4.05	\$0.11084	4.05	\$0.09156	4.05	\$0.07992
4.10	\$0.11090	4.10	\$0.09161	4.10	\$0.07996
4.15	\$0.11095	4.15	\$0.09165	4.15	\$0.08000
4.20	\$0.11101	4.20	\$0.09170	4.20	\$0.08004
4.25	\$0.11107	4.25	\$0.09175	4.25	\$0.08008
4.30	\$0.11113	4.30	\$0.09180	4.30	\$0.08012
4.35	\$0.11119	4.35	\$0.09185	4.35	\$0.08017
4.40	\$0.11124	4.40	\$0.09189	4.40	\$0.08021
4.45	\$0.11130	4.45	\$0.09194	4.45	\$0.08025
4.50	\$0.11136	4.50	\$0.09199	4.50	\$0.08029

